10/511254

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

In re the Application of:

ANDREW DOMINIC TUNE

Application No.:

Filed:

For: **an information storage system**

Art Group:

Examiner:

Commissioner for Patents
P.O, Box 1450
Alexandria, VA 22313-1450

REQUEST FOR PRIORITY

Sir:

Applicant respectfully requests a convention priority for the above-captioned

application, namely:

COUNTRY	APPLICATION NUMBER	DATE OF FILING
Australia	PS 1690/02	11 April 2002

☐ A certified copy of the document is being submitted herewith.

Respectfully submitted,

Blakely, Sokoloff, Taylor & Zafman LLP

Dated: _____ (o(8(oy _____

_____
Eric S. Hyman, Reg. No. 30,139

12400 Wilshire Boulevard, 7th Floor
Los Angeles, CA 90025
Telephone: (310) 207-3800

Patent Office
Canberra

I, JONNE YABSLEY, TEAM LEADER EXAMINATION SUPPORT AND SALES hereby certify that annexed is a true copy of the Provisional specification in connection with Application No. PS 1690 for a patent by eSec LIMITED as filed on 11 April 2002.

I further certify that the above application is now proceeding in the name of ANDREW DOMINIC TUNE pursuant to the provisions of Section 113 of the Patents Act 1990.
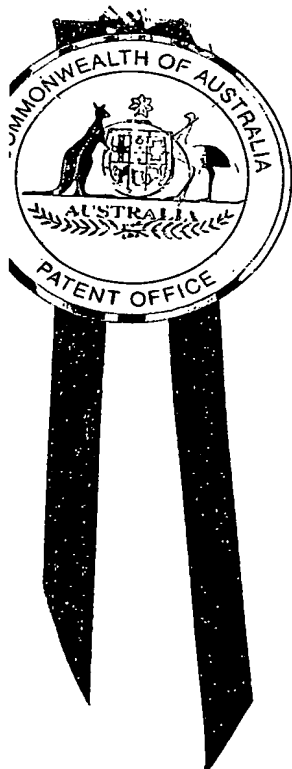
WITNESS my hand this
Twenty-third day of April 2003

JONNE YABSLEY
TEAM LEADER EXAMINATION
SUPPORT AND SALES

PRIORITY
DOCUMENT
SUBMITTED OR TRANSMITTED IN
COMPLIANCE WITH RULE 17.1(a) OR (b)

AUSTRALIA

Patents Act 1990

PROVISIONAL SPECIFICATION

for the invention entitled:

"An Information Storage System"

The invention is described in the following statement:

AN INFORMATION STORAGE SYSTEM

FIELD OF THE INVENTION

The present invention relates to an information storage system, and in particular to a
5 process and system for storing information having a predetermined use which requires said information to be secured.

BACKGROUND

The secure storage of electronic information is a major concern for many organisations. In
10 particular, the storage of customer information creates risks of privacy violations and theft of potentially valuable information. For example, many organisations store credit card information for their customers. The storage of a customer's credit card information obviates the need for the customer to re-enter the same credit card number, expiry date, and card name every time a credit card transaction is processed. Organisations with the
15 ability to avoid this inconvenience and process transactions rapidly are likely to be more attractive to their customers. For example, the storage of credit card information enables the use of so-called 'one click' purchasing over the Internet, as described in US 5,960,411, increasing the completion rate of online purchases. Moreover, the storage of sensitive information such as credit card numbers avoids the need to re-transmit the information
20 over potentially insecure communications networks, making it less vulnerable to theft during transmission, by transmission monitoring, for example.

On the other hand, the storage of such information is unlikely to ever be totally secure, and the stored information is always at least potentially vulnerable to theft by hackers, malicious staff, contractors, cleaners, IT services suppliers, etc. This risk is always present
25 for any organisation that keeps such information on record. The loss of such information is embarrassing and is potentially extremely costly for the organisation. It is desired to provide a process and system that alleviate the above difficulties, or at least provide a useful alternative.

SUMMARY OF THE INVENTION

In accordance with the present invention there is provided a process for storing information having a predetermined use which requires said information to be secured, including generating first data and second data from said information, such that said information can be generated from said first data and said second data, and said predetermined use cannot be performed using only one of said first data and said second data.

Preferably, the process includes storing an identifier with said first data, and storing an encoded version of said identifier with said second data.

Preferably, said first data and said second data are stored at respective locations physically remote from one another.

Preferably, said encoded identifier includes a one-way hash of said identifier.

Preferably, said hash is generated using an undisclosed hash function.

Advantageously, the process may be executed by a client system, and may include:
        sending said first data and an identifier to a remote server for storage; and
        storing said second data and said identifier.

Preferably, said step of sending includes sending said first data and said identifier to said remote server for storage, wherein an encoded identifier generated from said identifier is stored with said first data.

Preferably, said encoded identifier includes a one-way hash of said identifier.

Preferably, said hash is generated using an undisclosed hash function.

P:\OPER\RAB\csec Information storage p ... -10/04/02

Preferably, said hash is generated by a secure hash server remote from said client system and said server.

Preferably, said process includes:

5   receiving encoded first data; and

        generating encoded information from said encoded first data and said second data; and said step of storing includes storing said encoded information and said identifier.

Preferably, said step of sending includes sending a message including said first data, said message including a digital signature of said client system and said message being

10   encrypted with a public key of said remote server.

Preferably, said step of receiving includes receiving a message including said encoded first data, said message including a digital signature and being encrypted with a public key of said client system.

Advantageously, said information may include a credit card number.

15   Advantageously, said information may include encrypted information.

The present invention also provides a process for storing information, including:

        receiving an identifier and second data from a client system having first data, said first data and said second data being such that information having a predetermined use

20   which requires said information to be secured can be generated from said first data and said second data, and said predetermined use cannot be performed using only one of said first data and said second data; and

        storing said second data with an encoded identifier generated from said identifier, and not storing said identifier.

25

Preferably, the process further includes:

        generating encoded second data from said second data; and

        sending said encoded second data to said client system for storage with said first data and said identifier.

The present invention also provides a process for generating information having a predetermined use which requires said information to be secured, including:

determining first data of said information on the basis of an identifier, said first data being such that said predetermined use is infeasible with only said first data;

determining second data of said information on the basis of an encoded identifier generated from said identifier, said second data being such that said predetermined use is infeasible with only said second data; and

generating said information from said first data and said second data.

10   Advantageously, said information may include encrypted information.

Advantageously, said information may include a credit card number.

Advantageously, said predetermined use may include processing a financial transaction on 15   the basis of said credit card number.

The present invention also provides a process for generating information having a predetermined use which requires said information to be secured, including:

determining, on the basis of an identifier, first data of said information, said first 20   data being such that said predetermined use is infeasible with only said first data;

receiving said second data of said information from a remote server, said second data being such that said predetermined use is infeasible with only said second data; and

generating said information from said first data and said second data.

25   Preferably, the process includes sending said identifier to said remote server, and said step of receiving includes receiving, from said remote server, said second data determined on the basis of an encoded identifier generated from said identifier.

The present invention also provides a process for generating information having a predetermined use which requires said information to be secured, including:

receiving an identifier;

determining second data of said information on the basis of an encoded identifier

5   generated from said identifier, said second data being such that said predetermined use is infeasible with only said second data; and

sending said second data to a client system to enable said information to be generated from said second data and first data of said information, said first data being such that said predetermined use is infeasible with only said first data.

10

Preferably, said step of receiving includes receiving said identifier from said client system.

The present invention also provides a system having components for executing the steps of any one of the above processes.

15

The present invention also provides software having program code for executing the steps of any one of the above processes.

The present invention also provides a computer readable storage medium having stored

20   thereon program code for executing the steps of any one of the above processes.

The present invention also provides a system for storing information having a predetermined use which requires said information to be secured, including:

a client system for generating first data and second data from said information,

25   such that said information can be generated from said first data and said second data, and said predetermined use is infeasible with only one of said first data and said second data, and for storing an identifier with said first data; and

a remote server for storing said second data with an encoded identifier generated from said identifier.

30

Preferably, said encoded identifier includes a hash value generated from said identifier.

Preferably, said system further includes a secure hash server for generating said hash value from said identifier, said secure hash server located remotely from said client system and said server.

5

Preferred embodiments of the present invention provide processes that allow an organisation to store only part of a customer's credit card number locally, sending the other part to a remotely located server for safe keeping. This reduces the risk of theft of the credit card number because neither the client system nor the server keeps a record of the

10 entire number. Neither is the entire number ever transmitted in a single transmission between the client system and the server.

When a charge needs to be applied to such a card, the two parts are extracted from the respective systems and then briefly united, solely for the purpose of sending a transaction to a banking system, and then the record of the full number is destroyed again. Thus the

15 risk of credit card number theft is greatly reduced.

BRIEF DESCRIPTION OF THE DRAWINGS

Preferred embodiments of the present invention are hereinafter described, by way of example only, with reference to the accompanying drawings, wherein:

20 Figure 1 is a schematic diagram of a preferred embodiment of an information storage system;

Figure 2 is a block diagram of a client system of the information storage system;

Figure 3 is a block diagram of an information server of the information storage system;

25 Figure 4 is a flow diagram of an information storage client process executed by the client system;

Figure 5 is a flow diagram of an information storage server process executed by the information server;

Figure 6 is a flow diagram of a first preferred embodiment of a transaction client process executed by the client system;

Figure 7 is a flow diagram of a first preferred embodiment of a transaction server process executed by the information server;

Figure 8 is a flow diagram of a second preferred embodiment of a transaction client process executed by the client system;

Figure 9 is a flow diagram of a second preferred embodiment of a transaction server process executed by the information server;

Figure 10 is a flow diagram of an information deletion client process executed by the client system; and

Figure 11 is a flow diagram of an information deletion server process executed by the information server.

DETAILED DESCRIPTION OF THE PREFERRED EMBODIMENT

As shown in Figure 1, an information storage system includes an information server 102, a client system 104, a secure hash server 106, and a transaction server 108, interconnected by a communications network 110, such as the Internet. The client system 104 and servers 102, 106, 108 are standard computer systems, such as Intel™-based personal computer systems running a Microsoft Windows™ operating system. However, to improve performance of the information storage system, the servers 102, 106, 108 can alternatively be high-performance network servers, such as Sun Fire™ servers available from Sun Microsystems, Inc™. As shown in Figure 2, the client system 104 includes client modules 202, a customer database 204, and new customer data 206. The client system 104 optionally includes transaction processing modules 208, as described below. As shown in Figure 3, the information server 102 includes server modules 302, and an information registry 304. The information server 102 optionally includes transaction processing modules 208.

The components 102 to 108 of the information storage system execute information storage processes that provide secure storage of sensitive or valuable information such as credit card numbers by dividing the information into two components such that the components

do not have individual worth or use value, and the information can only be put to its normal sensitive or valuable use when reassembled from the components. The components are stored separately at different physical locations, and are only reassembled when required for a predetermined use. The reassembled information is destroyed as soon

5   as it has been used. In the case of a credit card number, this entails dividing the number into two portions, storing the components separately, and reassembling them to process a credit card transaction. As soon as the transaction details have been sent to an acquiring institution for completing the transaction, the reassembled number is destroyed. As neither portion of the credit card number can be used to process a financial transaction without the

10 other portion, theft of a database containing either portion of the number is of little consequence unless the complementary portion is also obtained. Moreover, even if both databases are stolen, the components of a credit card number cannot be matched up because the components do not share any database keys, as described below. Furthermore, the thief must know how to generate the credit card number from its component portions.

15

In any case, the communication of each portion over the network 110 is digitally signed and encrypted using 128-bit encryption, making it infeasible to obtain any portion by eavesdropping on the communications. In the described embodiment, the information storage and transaction processes are implemented as software modules executed by the

20 system components 102 to 108. However, it will be apparent that modules of the system may be distributed over a variety of locations, and that at least part of the modules may be implemented as dedicated hardware components, such as application-specific integrated circuits (ASICs).

25 The client system 104 may be owned and operated by an organisation that wishes to maintain information on its customers, and, in particular, wishes to store credit card information for its customers. Customer information is typically maintained in a customer database, such as the customer database 204 stored on hard disk storage of the client system 104. The organisation stores this information in the database 204 using a unique

30 customer number as a database key under which the information is stored. The information may include, for example, the customer's name, address, credit card

information, and account data, such as a standing transaction amount, as shown in the table below.

Customer number:	1025543
Standing transaction amount:	$25
Cardholder:	Roger W Smith
Card type:	VISA
Expiry date:	05/03
Card number:	3647 3495 2341 1942

Organisation-specific information

Generic credit card information

5   However, this customer data is vulnerable to theft, constituting a significant risk on the part of the customer and the organisation storing the data. To counter this risk, the information storage system divides sensitive information into at least two components. In the case of credit card information, the credit card number is divided into two portions. The credit card number is stored using an information storage process, comprising a client

10   storage process of the client modules 202 executed by the client system 104 and a storage process of the server modules 302 executed by the information server 102, as described below.

New customer information received by the organisation is received by the client system

15   104, and stored as new customer data 206. For a new customer, this information typically includes personal details of the customer, including name, address, and credit card information. In the case of an existing customer of the organisation, the new customer data includes credit card information for a new credit card that the customer wishes to use when conducting financial transactions with the organisation. The credit card information is

20   verified using standard verification techniques, which can include contacting credit agencies to ensure that the customer is not a bad credit risk.

After the credit card details have been validated, the client system 104 executes a client information storage process, as shown in Figure 4. The process begins at step 402 by

25   dividing the credit card number into two portions. In the described embodiment, a sixteen

digit credit card number is split into two portions, comprising a first portion formed by the middle eight digits, and a second portion formed by the first four digits and the last four digits of the number. However, it will be apparent that the number can be divided in many ways, so long as this is known, as described below. At step 404, a message is constructed

5   including a unique customer number assigned to the customer, and the first portion as follows:

1025543	3495 2341

At step 406, this message is digitally signed. To sign the message, a hash value is

10   generated from the message content, and the resulting hash value is encrypted with a private encryption key of the client system 104. All encryptions are based on the standard RSA public key encryption scheme, described at http://www.rsa.com; however, it will be apparent that other encryption schemes can alternatively be used. The encrypted hash, being the signature of the client system 104, is added to the message, as follows:

15

1025543	3495 2341	*Signature of Client*

At step 408, the entire message is encrypted using a public encryption key of the information server 102. This ensures that the message can only be decrypted by the information server 102. At step 410, the encrypted message is sent to the information

20   server 102 using a suitable communications protocol, such as TCP/IP. At step 412, the process waits to receive a reply from the information server 102.

As the client system 104 waits for the reply, the information server 102 executes an information storage server process, as shown in Figure 5. At step 502, the encrypted

25   message sent from the client 104 is received by the information server 102. At step 504, the message is decrypted using the information server's private key. Once decrypted, the contents of the message are verified using the digital signature of the client system 104 at step 506. This includes decrypting the signature to obtain the hash value included in the message. The decryption process uses the client system's public key, which, assuming the

30   client system 104 has not been compromised, confirms that the message originated from the client system 104. Then a hash value is generated from the message contents (ignoring

- 11 -

the digital signature itself), and compared with the hash value received from the client system 104. If the two hash values are identical, this indicates that the message remains intact and has not been altered in transit or otherwise corrupted. The information server 102 has now verified the message, and has the customer number and middle eight digits of

5   the credit card number, as follows:

1025543	3495 2341

At step 508, the customer number is hashed using the secure hash server 106. That is, the customer number is sent to the secure hash server 106 over the Internet 110 using TCP/IP.

10   All communications between the information server 102 and the secure hash server 106 are digitally signed and encrypted, as described above, to further enhance security. The secure hash server 106 generates a hash value from the customer number using a robust one-way hash function known only to the secure hash server 106. For example, the secure hash server 106 could provide the following one way transformation between the customer

15   number and a corresponding hash value:

1025543	hashes to	2093 8408

Hash functions that may be used include standard hash functions such as MD5, available from RSA at www.rsa.com, but the hash function is preferably a non-standard, undisclosed

20   hash function so that even if both the client system 104 and the information server 102 were compromised, a third party would still not be able to match records from the customer database 204 and the registry 304. Such a preferred hash function may be based on modifications of standard hash functions. For example, a hash function that first exchanges selected digits of the customer number and then uses this as input to an MD5

25   hash function could be used.

The resultant hash value is sent from the secure hash server 106 to the information server 102, where it is used as a database key for storing the middle eight digits of the customer's

- 12 -

credit card number. That is, the partial credit card number is stored in the registry 304, indexed by the hashed customer number, as follows:

Key	Data
2093 8408	3495 2341

5 The secure hash server 106 is used rather than a hash function stored on the information server 102, in order to provide enhanced security by physically separating the hash function from the partial credit card storage.

At step 514, the credit card digits are hashed using the secure hash server 106; for
10 example:

3495 2341	**hashes to**	9394 2934

At step 516, the hashed credit card digits are included in a reply message with the customer number. At step 518, this reply message is digitally signed. This includes creating a hash
15 value for the customer number and hashed credit card digits, and encrypting the resulting hash value using the private key of the information server (IS) 102. The message then appears as follows:

1025543	9394 2934	*Signature of IS*

20 At step 520, this message is encrypted with the client system's public key, and the encrypted reply is sent to the client system 104 at step 522.

Returning to Figure 4, the received reply is decrypted using the client system's private key at step 414, and the message is verified, as described above, at step 416. At step 18, the
25 encoded credit card digits included in the reply are combined with the second portion of the credit card number, to form an encoded, and presumably invalid, credit card number

for the customer. At step 420, the encoded number is stored in the customer database 204, indexed by the customer number as a database key, as follows:

Customer number:	1025543
...	...
Card number:	3647 **9394 2934** 1942
...	...

5   Consequently, theft of the customer database 204 will not provide valid credit card numbers.

Similarly, the registry 304 stored on the information server 102, appears as follows:

10

Key	Data
...	...
2093 8408	3495 2341
...	...

As only the first portion of the credit card number is stored in the registry 304, theft of the registry 304 also does not provide credit card numbers. Moreover, because the registry 304 is indexed by the hashed customer number, there is no direct apparent link between the 15   credit card portion stored in the registry 304 and the complementary portions stored in the customer database 204. In order to reconstruct the credit card numbers, a thief would need to have access to the customer database 204, the registry 304, the hash function used by the secure hash server 106, and would need to know how to combine the two portions.

20   Although the described embodiment includes dividing the credit card number in a relatively simple manner by extracting the middle eight digits, the credit card number could alternatively be divided in more complex ways by, for example, extracting every alternate digit. Moreover, this could be made even more complex by making the dividing

sequence essentially unique for each customer, such as by making it depend upon some other attribute of the customer information. For example, the credit card number could be divided by taking a pseudo-random sample of the digits derived from some other attribute, for example, the customer's birth date, or a hash of the customer's name, and so on. It will

5   be apparent that many complex divisions can be used, making it extremely unlikely that a party having access to both databases would be able to reconstruct credit card numbers without also having access to the sequence generation process code. Consequently, the information storage system provides a greatly enhanced level of security over prior art storage systems.

10

The information server 102 may be owned and operated by the same organisation that owns and operates the client system 104, but may be alternatively owned by a second organisation that provides information storage services to client organisations for a fee. In order for the client organisation to make use of the customer credit card number, it must, of

15   course, be reassembled at some point in order to process a credit card transaction. Transaction processing is performed using a transaction process, comprising a client transaction process of the client modules 202 executed by the client system 104, and a transaction server process of the server modules 302 executed by the information server 102. Two preferred embodiments of the transaction process are provided, as described

20   below.

In a first preferred embodiment of the transaction process, the client system 104 executes a client transaction process, as shown in Figure 6. A customer of the organisation will have incurred charges, by ordering products, and/or services of the client organisation, for

25   example. This might be achieved through a customer accessing a web server and transaction engine (not shown) of the client system 104 via the Internet 110, for example, or by some other standard method. The customer's transaction is initially identified by at least the customer's identification number and a transaction amount. The client transaction begins at step 602 when the encoded credit card number of the customer is retrieved from

30   the customer database 204. At step 604, the encoded credit card number is split into two portions, the encoded portion, and the unencoded portion, as described above. At step 606,

a message is created including the customer number, the hashed portion of the customer credit card number, and the unique transaction number assigned to the transaction, as follows:

Customer Number	False middle 8	Transaction number
1025543	9394 2934	99594

The message is then digitally signed, encrypted with the public key of the information server 102, and sent to the information server 102, at steps 608 to 612, respectively. At step 614, the process waits to receive a reply from the information server 102. In the meantime, the information server 102 executes a server transaction process, as shown in Figure 7. After receiving the encrypted message at step 702, the message is decrypted with the information server 102's private key, at step 704, and the decrypted message is verified at step 706 using the client system 104's digital signature. At step 708, the customer number is hashed to generate a database key for the registry 304. At step 710, this key is used to retrieve the customer's credit card digits from the registry 304. At step 714, the retrieved partial credit card number is hashed, and at step 716, this is compared to the hashed value in the message. If, at step 718, these two values are not equal, then a reply message is created at step 720, containing an error code indicating that the customer data was not valid. Alternatively, if the values are equal, then a reply is generated including the partial credit card number and the unique transaction number, as follows:

3495 2341 ·	99594

In either case, the reply is digitally signed, encrypted using the public key of the client system 104, and sent to the client system 104, at steps 724 to 728, respectively.

Returning to Figure 6, the reply is decrypted using the private key of the client system 104, and verified, at steps 616 and 618. If, at step 620, it is determined that the reply indicates an error, then at step 622 the transaction is denied and the error is processed, and the client transaction process then terminates. Alternatively, if the reply did not indicate an error,

then the transaction number in the reply is compared with the transaction number in the original message, to confirm that they are identical. If not, then at step 622 the transaction is again denied and the error is processed. Otherwise, at step 624 the transaction number returned in the reply is used to determine the corresponding request. (Although the client

5   transaction process of Figure 6 is shown as a single process, the generation and sending of a request on the one hand and the processing of replies on the other hand can be executed as separate processes due to the latencies of the various components of the system.)

At step 626, the customer's complete credit card number is reconstructed. At step 628, the

10   transaction is processed using the transaction modules 208 of the client system 104. This requires transmission of the complete credit card number to the transaction server 108, which is owned and operated by a transaction acquirer, such as a bank. This communication of the complete credit card number is the only time that the complete number is transmitted by the information storage system. This transmission is preferably

15   secured by including a digital signature of the client system 104, and encrypting the message with the public key of the transaction server 108, but can alternatively be secured by other methods used by the transaction acquirer. To further enhance security, ascending of the complete credit card number may be via a private network rather than a public communications network such as the Internet 110.

20

Once the transaction details have been sent to the transaction acquirer, the credit card number is destroyed at step 630, and the client transaction process ends.

In a second preferred embodiment of the transaction process, the transaction processing is

25   performed by the information server 102, rather than the client system 104. In this embodiment, the client system 104 executes a client transaction process as shown in Figure 8. At step 802, the customer's encoded credit card number is retrieved from the database. At step 804, a message is constructed including the encoded credit card number, the customer number, and the transaction number as follows:

30

False Credit Card number	Customer Number	Transaction number

3647 **9394 2934** 1942	1025543	99594

This message is then signed, encrypted, and sent to the information server 102 at steps 806 to 810. While the client system 104 waits to receive a reply from the information server 102 at step 812, the information server 102 executes a server transaction process, as shown

5 in Figure 9. As in the first preferred embodiment, the message is received, decrypted, and verified at steps 902 to 906, and the customer number is hashed using the secure hash server 106, at step 908. At step 910, the resulting hash value is used as a database key for retrieving the middle eight digits of the customer's credit card number from the registry 304, as follows:

10

1025543	**hashes to**	2093 8408

Key	Data
2093 8408	3495 2341

At step 912, these middle eight digits are hashed using the secure hash server 106, and at step 914, this hash value is compared with the hash value provided by the middle eight

15 digits of the encoded credit card number included in the message received from the client system 104. If, at step 916, it is determined that the hash values are not equal, then at step 918 a reply message is created, including an error code indicating that the customer data was not valid. Alternatively, if the values are equal, then at step 920 the customer's complete credit card number is reconstructed. At step 921, the transaction modules 208 of

20 the information server 102 are used to send the transaction details, including the complete credit card number, to the transaction server 108 for final processing. At step 922, the reconstructed credit card number, having been used, is destroyed. At step 923, the transaction results are received from the transaction server 108. Alternatively, if the information server 102 is owned and operated by the same organisation that owns and

25 operates the transaction server 108, then communication of the customer's complete credit number can be entirely within a secure internal network of the organisation. After the

transaction is complete, a reply message is constructed at step 924 including the transaction results, and the unique transaction number, as follows:

Transaction results	99594

5   The reply is then digitally signed, encrypted with the client system's public key, and sent to the client system 104 at steps 926 to 930.

Returning to Figure 8, the reply message is received at step 812, and is decrypted and verified at steps 814 and 816. At step 818, the transaction number included in the reply is
10   used to identify the corresponding request, as described above. At step 820, the transaction results are processed as required. The transaction data can be keyed by the unique transaction number. Any interception of the reply message in and of itself provides insufficient information to be useful to a third party. Furthermore, the client system 104 never has access to the complete credit card number.
15

It is sometimes necessary to delete a customer's credit card information from the information storage system, for example, if the customer cancels their account with the client organisation. This is achieved through an information deletion process, comprising a client deletion process executed by the client computer 104, and a server deletion process
20   executed by the information server 102. In order to delete a customer's credit card information, the client system 104 executes a client deletion process, as shown in Figure 10. In order to delete a customer's credit card information, the customer number is provided to the process, and the customer's encoded credit card number is retrieved from the customer database at step 1002. At step 1004, a deletion request message is created
25   including the customer number and the encoded digits of the customer's credit card number. At step 1006, the message is signed encrypted and sent to the information server 102, as described above. The information server 102 executes a server deletion process, as shown in Figure 11. The information server 102 receives the deletion request message at step 1102. At step 1104, the message is decrypted and verified. At step 1106, the
30   customer number included in the message is hashed using the secure hash server 106, and

at step 1108, the hash value is used as a database key to retrieve the customer's credit card digits from the registry 304. At step 1110, these digits are hashed and the hash value is compared to the hash value included in the deletion request message. If, at step 1112, the values are not found to be equal, then an error reply message is created at step 1114.

5 Otherwise, at step 1116, the record in the registry 304 containing the customer's credit card digits is deleted, and at step 1118, a reply message is created indicating success of the deletion, and also including the customer number as follows:

Transaction results	1025543

10 In either case, the reply message is signed and encrypted at step 1120, as described above. The encrypted message is sent to the client system 104 at step 1122. Returning to Figure 10, the reply message is received from the server 102 at step 1008. The message is decrypted and verified at step 1010. If, at step 1012, the message indicates that an error occurred, then the appropriate error processing is performed at step 1014, and the process

15 ends. Otherwise, at step 1016, the customer's credit card information is removed from the customer database 204, and the process ends.

Significantly, at no point in the deletion process does either the client server 104 or the information server 102 have access to the complete credit card number. Furthermore,

20 interception of the messages between the client system 104 and the information server 102 cannot be directly used to obtain a customer's credit card number.

The information storage system provides a number of benefits, some of which have been discussed above. For example, although compromise of the information server 102 or the

25 client system 104 could also compromise those customer credit card accounts that were charged (for compromise of the information server 102) or first entered (for compromise of the client system 104) during the period of compromise, this would still not compromise the credit card accounts of other customers, because at no point would all of the credit card information be compromised. Compromise of both the customer database 204 and the

30 registry 304 does not compromise credit card numbers, because the secure hash server 106

is required to associate data records in the customer database 204 and the registry 304. Loss of the registry 304 would make it impossible to process transactions. For this reason, remote and secure mirroring of the registry 304 is preferred. Similarly, loss of the secure hash server 106 would make it impossible to process transactions. However, backups of

5   the secure hash server 106 would address this issue.

The system uses public key cryptography to render the links between the client system 104 and servers 102, 106, 108 secure, so as to provide authentication of the sender and the integrity and privacy of the message. These safeguards are used because of the desirability

10   of separating the two databases physically, and the attendant risk of compromise of communications.

Although the preferred embodiments have been described above in terms of stored credit card numbers, it will be apparent that the system is applicable to any kind of information

15   that meets a number of criteria. First, the information can be split into two or more parts, any of which is without value in the absence of the other or others. By way of example, it could not be used to protect a list of credit card numbers by splitting the list in two, because each part of the list, although not as long as the full list, would retain value regardless of the loss of the other. Secondly, the information must be able to be divided so

20   as to make regeneration of any missing part implausible. The more difficult this regeneration, the better the protection.

For example, a credit-card with 8 missing digits would be able to be regenerated using trial and error by cycling through all the possible combinations, but at one attempt per second,

25   this would take over three years. A credit card number cannot be protected, however, by splitting off a single digit, because credit card numbers are formulated using a check-digit system, and a single missing digit can be re-generated from the other 15 digits. Another example: a credit-card expiry date would be protected only extremely weakly using this system. As a four digit quantity (e.g., 03/02) with only one bit of information in the first

30   digit (always a 0 or a 1) and at most two bits in the fourth digit (because credit cards are typically issued to expire at most three years in the future), there are few possibilities. If

- 21 -

the first two digits are split away, there are at most four possibilities for the second two. If the first and the fourth are split off, there are only six possibilities. This four-digit quantity cannot be adequately protected using the information storage system.

5   Nonetheless, many kinds of information are valuable and satisfy these criteria. For example, it can be used to securely store account numbers (*e.g.*, bank account numbers), financial quantities (*e.g.*, account balances), names (*e.g.*, cardholder information, patient names), and so on. Moreover, the system can be used to protect multiple pieces of information in one application, for example, in the credit card example, protecting

10   cardholder details in addition to the credit card number.

Due to the seemingly arbitrary arrangements of numeric information (such as credit card and account numbers), they are well suited to division and separate storage. In contrast, textual and certain other kinds of information are not in general so well suited to division

15   because each component may be 'readable' to some degree, depending upon how the information is divided. However, if the information is first scrambled or otherwise encoded in some manner that makes it unintelligible without the appropriate decoding step, then the system can be used to effectively divide and store the encoded information. Moreover, most encoding methods require the encoded information to be complete and intact in order

20   to be decoded. In particular, an encrypted item of information, such as an encrypted document, cannot be decrypted if the encrypted document is not complete. Accordingly, a document could be encrypted and then divided into portions that are stored separately, as described above.

25   This provides secure storage of documents with arbitrary content. It will be apparent that this process is not restricted to text documents, but can be used to securely store any type of information or data that can be represented electronically.

Finally, the splitting into two components is simple and in most cases sufficient. However,

30   it will be apparent that the system can be extended to divide information into more than two components, further reducing the risk of compromise by collusion. However, it will be

apparent that it is not necessary to use division at all. Any method that generates two or more components from input information, from which the input information can be re-generated, and where the components are not in themselves useful, valuable, or intelligible (as the case may be), can be used.

5

Many modifications will be apparent to those skilled in the art without departing from the scope of the present invention as herein described with reference to the accompanying drawings.

10

DATED this 11th day of April, 2002

~~eSec Limited~~ Andrew Dominic Tune

By its Patent Attorneys

DAVIES COLLISON CAVE

15

Figure 1

Figure 2

Figure 3

```
          ╭───────────────╮
         ╱   validated      ╲
        │  credit card (cc)  │
         ╲  number (cc#)    ╱
          ╰───────┬───────╯
                  │
                  ▼
    ┌──────────────────────────┐
    │ divide cc# into two portions │  402
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │  form request with customer │  404
    │ number and first portion digits │
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │   digitally sign request    │  406
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │    encrypt with public      │  408
    │        key of IS           │
    └──────────────┬───────────┘
                  │
                  ▼
       ┌────────────────────┐
       │     send to IS       │  410
       └──────────┬─────────┘
                  │
                  ▼
       ┌────────────────────┐
       │    receive reply     │  412
       └──────────┬─────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │   decrypt reply with       │  414
    │      private key          │
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │     verify IS signature     │  416
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │  generate encoded cc# from  │  418
    │  encoded digits and second  │
    │       portion digits        │
    └──────────────┬───────────┘
                  │
                  ▼
    ┌──────────────────────────┐
    │ store customer number & encoded │  420
    │    cc# in customer database   │
    └──────────────┬───────────┘
                  │
                  ▼
          ╭───────────────╮
         │      end       │
          ╰───────────────╯
```

Figure 4

```
                    ( start )
                        |
                        v
      +------------------------------------+
  +-->|      receive request message       | 502
  |   +------------------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |      decrypt with IS   | 504
  |        |        private key     |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |  verify digital signature of | 506
  |        |      client system     |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |   hash customer number | 508
  |        |  using secure hash server |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |  store cc digits in registry, |
  |        |   using hashed customer | 510
  |        |  number as database key |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |      hash cc digits    | 514
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |    create reply with   |
  |        |  customer number and   | 516
  |        |     hashed digits      |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |       sign reply       | 518
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  |        |    encrypt reply with  | 520
  |        |     client's public key |
  |        +------------------------+
  |                     |
  |                     v
  |        +------------------------+
  +--------|    send reply to client | 522
           +------------------------+
```

Figure 5

customer number

retreive encoded cc# from customer database — 602

divide encoded cc# into two portions — 604

create request message with customer number, hashed digits, and transaction number — 606

digitally sign request message — 608

encrypt with public key of IS — 610

send to IS — 612

receive reply from IS — 614

decrypt with private key — 616

verify signature — 618

622 — deny transaction and process error

620 — error reply?

Y

N

use transaction number in reply to identify request — 624

generate complete cc# — 626

process transaction — 628

dispose of cc# — 630

End

Figure 6

start

wait for request — 702

decrypt request with private key — 704

verify signature — 706

hash customer number — 708

look up customer record in registry using hashed customer number as database key — 710

hash cc digits from registry — 712

compare with hashed value in message — 714

716 — equal?

N

Y

718 — create reply with error code

create reply with cc digits and transaction number — 720

sign — 722

encrypt — 724

send reply to client — 726

Figure 7

customer number

retrieve encoded cc# from customer database 802

create request with customer key, customer number, and transaction number 804

sign 806

encrypt with public key of IS 808

send request to IS 810

receive reply from IS 812

decrypt with private key 814

verify signature 816

use transaction number in reply to identify request 818

process transaction results 820

finish

Figure 8

start

wait for request — 902

decrypt with private key — 904

verify — 906

hash customer number from request — 908

retrieve cc digits from request using hash as database key — 910

hash cc digits — 912

compare with hash value in request — 914

equal? — 916

N

Y

create reply including error code — 918

generate complete cc# — 920

send transaction details to transaction server — 921

destroy complete cc# — 922

receive transaction results from transaction server — 923

create reply with transaction results and transaction number — 924

sign reply — 926

encrypt with client public key — 928

send reply to client — 930

Figure 9

Figure 10

```
        ┌─────────────────────────┐
        │ receive deletion request│  1102
        └─────────────────────────┘
                    │
                    ▼
        ┌─────────────────────────┐
        │  decrypt & verify request│  1104
        └─────────────────────────┘
                    │
                    ▼
        ┌─────────────────────────┐
        │   hash customer number  │  1106
        └─────────────────────────┘
                    │
                    ▼
        ┌─────────────────────────┐
        │  retrieve credit card digit│  1108
        │  from partial key registry│
        └─────────────────────────┘
                    │
                    ▼
        ┌─────────────────────────┐
        │  hash digit & compare to │  1110
        │  hash value from request │
        └─────────────────────────┘
                    │
                    ▼
              ╱───────────╲  1112
         N   ╱   same      ╲
        ◄───◄    value?     ►
             ╲             ╱
              ╲───────────╱
                    │ Y
                    ▼
1114                ┌─────────────────────┐
┌────────────────┐ │  delete customer    │  1116
│create error reply│ │  record from registry│
└────────────────┘ └─────────────────────┘
        │                   │
        │                   ▼
        │          ┌──────────────────────────┐
        │          │ create reply including process│  1118
        │          │   code & customer number │
        │          └──────────────────────────┘
        │                   │
        │                   ▼
        │          ┌─────────────────┐
        └─────────►│  sign & encrypt │  1120
                   └─────────────────┘
                           │
                           ▼
                   ┌─────────────────┐
                   │  send to client │  1122
                   └─────────────────┘
```

Figure 11